UNITED STATES DISTRICT COURT FOR THE DISTRICT OF PUERTO RICO

MINUTES OF PROCEEDINGS

CIVIL CASE NO: 98-1066(SEC)

DATE: May 16, 2001

RAMON ADORNO-CABRERA, ET AL

Attorneys: DENNIS A. SIMONPETRICO

LISA E. BHATIA GAUTIER, AUSA

Plaintiff

v.

UNITED STATES OF AMERICA

Defendants

SETTLEMENT CONFERENCE

Further settlement conference was held in Chambers today. Counsel for both parties were present.

Counsel informed that they still had no agreement on the settlement proposals made by Judge Ward on February 2, 2001. Defendant made a counterproposal that was unacceptable for plaintiff.

Counsel informed the Court that the treatment to be given to any settlement amount with regard to plaintiff's wife and his pension, had to be clarified prior to agreeing on final settlement.

The Court encouraged the parties to reach a settlement in the amount suggested by Judge Ward and to iron out the details regarding the treatment of the settlement payment.

Trial date was set by the Court for July 9, 2001 at 9:00 a.m.

U.S. District Judge